

MINUTES OF MEETING OF BOARD OF PUBLIC WORKS OF MAY 27TH, 1936.

The Board of Public Works met in the offices of the State Treasurer, Annapolis, Maryland, on May 27th, 1936, at twelve o'clock, noon.

Present -

Wm. S. Gordy, Jr., Comptroller.
Hooper S. Miles, Treasurer.

The Board proceeded to open proposals for the purchase of \$1,500,000.00, Three Per Cent, "Emergency Reconstruction Bond Issue of 1936", Issue of June 1st, 1936, in accordance with advertisements appearing in the "Baltimore Sun" and the "Baltimore News-Post" of May 1st, 2nd, 4th, 8th, 11th, 15th, 18th, 22nd, as follows-

*Amended on
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STATE OF MARYLAND

TREASURY DEPARTMENT

\$1,500,000 THREE PER CENT. "EMERGENCY
RECONSTRUCTION BOND ISSUE OF 1936"

Annapolis, Md.

Pursuant to Chapter 83 of the Acts of the General Assembly of Maryland, Special Session of 1936, providing for the issue of the Certificates of Indebtedness herein mentioned and described, and pursuant also to a resolution of the Board of Public Works of Maryland passed on the 8th day of April, 1936, and on file and open to inspection in the office of the said Board in Annapolis, Maryland, the Treasurer of the State of Maryland will receive bids or proposals for Certificates of Indebtedness of the State of Maryland as follows:

\$1,500,000 THREE PER CENT, CERTIFICATES OF
INDEBTEDNESS KNOWN AS "EMERGENCY RECONSTRUCTION
BOND ISSUE OF 1936"

Said Certificates of Indebtedness will all be dated June 1st, 1936. They will bear interest at the rate of three per centum per annum, payable semi-annually on the 1st days of December and June, respectively, in each and every year during the continuance of the loan. The principal of said loan will be payable upon the Serial Annuity Plan, as more fully set forth in said Act of 1936, Chapter 83, as follows:

"EMERGENCY RECONSTRUCTION BOND ISSUE OF 1936"

<u>Series</u>	<u>Amounts</u>	<u>Maturities</u>
"A".....	\$87,000.00	June 1, 1939
"B".....	91,000.00	June 1, 1940
"C".....	96,000.00	June 1, 1941
"D".....	100,000.00	June 1, 1942
"E".....	104,000.00	June 1, 1943
"F".....	109,000.00	June 1, 1944

"G".....	\$114,000.00	June 1, 1945
"H".....	119,000.00	June 1, 1946
"I".....	124,000.00	June 1, 1947
"J".....	130,000.00	June 1, 1948
"K".....	136,000.00	June 1, 1949
"L".....	142,000.00	June 1, 1950
"M".....	148,000.00	June 1, 1951

The said Certificates of Indebtedness will be of the denomination of \$1,000 each, subject to registration as to principal, and all will be issued with interest coupons attached.

This loan and the interest payable thereon is exempt from the Federal Income Tax, and from State, County and Municipal taxation.

The said bids or proposals must be delivered to the Treasurer of the State, at his office in Annapolis, Maryland, before 12 o'clock noon on Wednesday,

MAY 27TH, 1936.

Each bid must be for cash on delivery, and must be enclosed in a sealed envelope addressed on the outside "Proposal for "Emergency Reconstruction Bond Issue of 1936". Each bid must be accompanied by a certified check upon some responsible banking institution, drawn to the order of the Treasurer of Maryland for five per cent of the par value of the amount bid for. All bids or proposals will be opened at 12 O'clock noon on Wednesday, May 27th, 1936, in the presence of the undersigned.

On the opening of said proposals, as many of said Certificates of Indebtedness as have been bid for, not exceeding, however, the amount for which proposals are invited may be awarded by the Governor, the Comptroller of the Treasury and the Treasurer, or a majority of them to the highest responsible bidder or bidders therefor for cash; and if two or more responsible bidders have made the same bid and such bid is the highest and the certificates so bid for by such highest responsible bidders are in excess of the whole amount of certificates as offered for sale, then such certificates of indebtedness may be awarded in a ratable proportion to such responsible bidders bidding the same price.

The undersigned may, in their discretion, accept one bid for all of said loan or separate bids for parts of said loan, as may produce the largest amount, and they may in their discretion, accept bids which may be for parts of said loan, but are not for all, and they reserve the right in their discretion to reject all bids or any bids.

The Certificates of Indebtedness awarded will be delivered to the successful bidder or bidders, upon receipt of the amount of the successful bid or bids on Monday, June 1st, 1936, at the office of the State Treasurer, Annapolis, Md.

Bidders are referred to the said Chapter 83 of the Acts of the General Assembly of 1936, as containing the full terms and provisions of this loan.

It is one of the terms of this offering that the bonds when issued will be the legal and valid binding obligations of the State. The opinion of the Attorney General of Maryland and the opinions of Ritchie, Janney, Ober & Williams, and Mullikin, Stockbridge & Waters to this effect will be delivered to the successful bidder. Bidders may, if they wish, make the legality and validity of the bonds one of the terms of the bid by making the bid "subject to legality" or using any equivalent form of expression, but without leaving this question to the decision of the bidders or their counsel. All bids conditioned upon the approval of bidders or counsel,

whether named or unnamed, will be treated as conditional bids and rejected, unless the condition is waived by the bidder to the satisfaction of the Board before the award has been made.

HARRY W. NICE,
GOVERNOR.

WILLIAM S. GORDY, JR.,
COMPTROLLER OF THE TREASURY.

HOOPER S. MILES,
TREASURER.

The bids received were as follows -

UNION TRUST COMPANY OF MARYLAND

BALTIMORE

May 27, 1936.

Hon. Hooper S. Miles, Treasurer,
State of Maryland,
Annapolis, Maryland.

Dear Sir:-

For all but no part of the following described, legally issued, properly executed, direct general obligations of the State of Maryland, namely \$1,500,000 "Emergency Reconstruction Bond Issue of 1936" Certificates of Indebtedness to bear interest at the rate of Three Per Centum (3%) per annum, to be dated June 1, 1936, to mature each June 1, \$87,000 Bonds 1939; \$91,000 Bonds 1940; \$96,000 Bonds 1941; \$100,000 Bonds 1942; \$104,000 Bonds 1943; \$109,000 Bonds 1944; \$114,000 Bonds 1945; \$119,000 Bonds 1946; \$124,000 Bonds 1947; \$130,000 Bonds 1948; \$136,000 Bonds 1949; \$142,000 Bonds 1950; \$148,000 Bonds 1951, all without option of prior payment, to be in coupon form in the denomination of \$1,000, registerable as to principal, principal and semi-annual interest (June 1 and December 1) to be payable in Baltimore, Maryland, or, if possible, in New York City, and as further described in official notice of sale signed Harry W. Nice, Governor, William S. Gordy, Jr., Comptroller of the Treasury, and Hooper S. Miles, Treasurer, we bid the sum of \$1,646,848.50, or \$109.7899 for each \$100 Certificates of Indebtedness and accrued interest from date of Certificates to date of delivery thereof.

It is understood that we shall be furnished, without expense to us, at time of or prior to the delivery of these Certificates satisfactory legal opinion of the Attorney General of the State of Maryland and the opinions of Messrs. Ritchie, Janney, Ober & Williams, Baltimore, Maryland, and Messrs. Mullikin, Stockbridge & Waters,

Baltimore, Maryland, approving the validity of the Certificates, together with certified papers examined by them.

As evidence of our good faith in bidding, we enclose certified check in the amount of \$75,000, payable to the order of "Treasurer of Maryland". If this proposal is accepted; this check is to be retained as part payment for the above mentioned \$1,500,000 Certificates; otherwise it is to be returned immediately to us.

This bid is for immediate acceptance.

Very truly yours,

EDWARD B. SMITH & CO.
UNION TRUST COMPANY OF MARYLAND
FIRST OF MICHIGAN CORPORATION
ELDREDGE & CO.
KELLEY, RICHARDSON & CO.
FIRST NATIONAL BANK OF SAINT PAUL

BY: UNION TRUST COMPANY OF MARYLAND

/s/ William G. Dancy
Assistant Treasurer

WGD/MB

LAZARD FRERES & COMPANY
Incorporated
15 Nassau Street

New York,
May 27, 1936.

Mr. Hooper S. Miles, State Treasurer,
State of Maryland,
Annapolis, Maryland.

Dear Sir:-

Subject to the provisions of the official notice of sale, which notice is hereby made a part of this proposal, we offer to purchase \$1,500,000 3% Emergency Reconstruction Bond Issue of 1936 of the State of Maryland and for all but no part of the above described bonds we will pay one million Six hundred and forty-six thousand eight hundred and twenty Dollars (\$1,646,820) and accrued interest from the date of said bonds to the date of delivery.

We enclose herewith a certified check in the sum of \$75,000. payable to the Treasurer of Maryland, which check is to be returned to us if this proposal is not accepted, otherwise said check is to be retained as and for liquidated damages

in case we fail to take up and pay for said bonds in accordance with the terms of this proposal.

Very truly yours,

LAZARD FRERES & COMPANY, INCORPORATED
BANK OF THE MANHATTAN COMPANY
WASHBURN & CO., INC.
WATLING, LERCHEN & HAYES
EQUITABLE SECURITIES CORPORATION

By: LAZARD FRERES & COMPANY, INCORPORATED.
BY/s/J. S. Satterthwaite, Jr.

THE NATIONAL CITY BANK
OF NEW YORK

New York
May 27, 1936.

Hon. Hooper S. Miles Treasurer,
State of Maryland,
Annapolis, Maryland.

Dear Sir:

For all but no part of the following described, legally issued, properly executed, direct general obligations of the State of Maryland, namely \$1,500,000 Certificates of Indebtedness, known as "Emergency Reconstruction Bond Issue of 1936", offered for sale May 27th, 1936, bearing interest at the rate of three per centum per annum, payable semi-annually on December 1 and June 1; to be in coupon form in denomination of \$1,000; to mature without option of prior payment

\$87,000	on June 1, 1939
91,000	on June 1, 1940
96,000	on June 1, 1941
100,000	on June 1, 1942
104,000	on June 1, 1943
109,000	on June 1, 1944
114,000	on June 1, 1945
119,000	on June 1, 1946
124,000	On June 1, 1947
130,000	on June 1, 1948
136,000	on June 1, 1949
142,000	on June 1, 1950
148,000	On June 1, 1951

and as further described in the attached notice of sale which is hereby made a part of this bid, we will pay \$1,645,035.00, equivalent to \$109,669 for each \$100 par value of Certificates of Indebtedness, and accrued interest from the date of the Certificates to the date of delivery.

This bid is subject to our being furnished, without cost to us, at the time of, or prior to the delivery of the Certificates of Indebtedness, with the satisfactory legal opinions of the Attorney General of the State of Maryland; Ritchie, Jannay, Ober & Williams; and Mullikin, Stockbridge & Waters, Esqs., approving the validity of the issue; also with copy of the record of proceedings and other certified papers examined by them.

To qualify this bid, we enclose herewith the required check in the amount of \$75,000, drawn to the order of Treasurer of Maryland. It is understood that if we are the successful bidders for this issue, our check will be retained as partial payment of the total purchase price named herein, but if we are not the successful bidders, this check will be returned immediately.

This bid is for immediate acceptance.

Very truly yours,

THE NATIONAL CITY BANK OF NEW YORK
BLYTH & CO. INC.
GEO. B. GIBBONS & CO. INC.
SCHAUMBURG, REBHANN & LYNCH
ROOSEVELT & WEIGOLD, INC.
OWEN DALY & CO.

BY

/s/ Owen Daly & Co.

GOLDMAN, SACHS & CO.
30 Pine Street

New York,
May 26, 1936.

State Treasurer,
State of Maryland,
Annapolis, Maryland.

Dear Sir:

For all and no part of the \$1,500,000.
3% Certificates of Indebtedness, known as the Emergency
Reconstruction Bond Issue of 1936, dated June 1, 1936, and
maturing:

\$	87,000.	in 1939
	91,000.	in 1940
	96,000.	in 1941
	100,000.	in 1942
	104,000.	in 1943
	109,000.	in 1944
	114,000.	in 1945
	119,000.	in 1946
	124,000.	in 1947
	130,000.	in 1948
	136,000.	in 1949
	142,000.	in 1950
	148,000.	in 1951,

we will pay \$ 1,643,550.00 and accrued interest therefor to date of delivery.

We enclose herewith our certified check in the amount of \$75,000. payable to the State Treasurer, State of Maryland, as good faith deposit as prescribed in the attached notice of sale, which is hereby made a part of this bid.

Very truly yours,

GOLDMAN SACHS & CO.
GREGORY & SONS INC.
EASTMAN DILLON & CO.
FRANCIS I. DUPONT & CO.
STARKWEATHER & CO. INC.

Per pfo GOLDMAN SACHS & CO.

/s/ O. Krause

MERCANTILE TRUST COMPANY
of Baltimore

May 27, 1936.

The Honorable Hooper S. Miles, Treasurer,
State of Maryland,
Annapolis, Md.

Dear Sir:

For all but no part of the following described, legally issued, properly executed, direct general obligation of the State of Maryland, namely \$1,500,000. "Emergency Reconstruction Bond Issue of 1936" Certificates of Indebtedness, to bear interest at the rate of three per centum per annum, to be dated June 1, 1936, and to mature serially June 1, 1939 to June 1, 1951 inclusive, without option of prior payment, to be in coupon form in the denomination of \$1,000. registerable as to principal only, semi-annual interest payment December 1 and June 1 and as further described in official notice of sale signed, Harry W. Nice, Governor; William S. Gordy, Jr. Comptroller of the Treasury and Hooper S. Miles, Treasurer, we bid the sum of \$109.35 for each \$100. Certificate, and accrued interest from date of Certificate to date of delivery thereof.

It is understood that we shall be furnished, without expense to us, at time of or prior to the delivery of these certificates, satisfactory legal opinion of the Attorney General of the State of Maryland, approving the validity of the certificates, together with certified papers examined by him; also with the approving opinion of Messrs. Ritchie, Janney, Ober & Williams and Mullikin, Stockbridge & Waters, attorneys, Baltimore, Maryland.

As evidence of our good faith in bidding, we enclose certified check in amount of \$75,000. payable to the order of the Treasurer of Maryland. If this proposal is accepted this check is to be retained as part payment for the above \$1,500,000. Certificates; otherwise it is to be returned immediately to us.

This bid is for immediate acceptance.

Very truly yours,

Mercantile Trust Company of Baltimore
The Northern Trust Company
Kidder, Peabody & Co.
Baker, Watts & Co.
Stein Bros. & Boyce
Robinson, Miller & Co. Inc.

By: MERCANTILE TRUST COMPANY OF BALTIMORE

/s/ Charles W. Johnson
Manager Bond Department.

FIRST NATIONAL BANK

Baltimore, Md.

May 27th, 1936.

Hon. Hooper S. Miles, Treasurer,
State of Maryland,
Annapolis, Maryland.

Dear Sir:

For certain Certificates of Indebtedness of the State of Maryland, namely,

\$1,500,000 Three Per Cent Certificates of Indebtedness
Known as "Emergency Reconstruction Bond Issue of 1936",

more fully described in the attached advertisement, which is part of this proposal, we respectfully bid you

\$109.299

for each One Hundred Dollars par value and accrued interest to the date of delivery, for all or none of the \$1,500,000 par value of Certificates.

As evidence of good faith, we enclose herewith certified check in the amount of \$75,000.00 drawn to the order of the Treasurer of Maryland, being five per cent of the par value bid for.

Respectfully yours,

FIRST NATIONAL BANK OF THE CITY OF NEW YORK
 STONE & WEBSTER AND BLODGET, INC., New York
 R. W. PRESSPRICH & COMPANY, New York
 PHELPS, FENN & COMPANY, New York.
 DARBY & COMPANY, New York.
 MERCANTILE-COMMERCE BANK & TRUST COMPANY
 St. Louis
 MACKUBIN, LEGG & COMPANY, Baltimore
 FIRST NATIONAL BANK OF BALTIMORE

By FIRST NATIONAL BANK OF BALTIMORE

/s/ J. D. Harrison
 Vice President.

ALEX. BROWN & SONS

BALTIMORE, MARYLAND.

May 27, 1936.

Honorable Hooper S. Miles, Treasurer,
 State of Maryland
 Annapolis, Md.

Dear Sir:

For all, but not for any part, of the \$1,500,000 State of Maryland, 3% Certificates of Indebtedness, known as "Emergency Reconstruction Bond Issue of 1936," to be dated June 1, 1936 and to mature serially from June 1, 1939 to June 1, 1951, both inclusive, bids for which are to be received by you until 12 noon, May 27, 1936, as described in the attached notice of sale which is hereby made a part of our bid, we will pay \$109.2979 and accrued interest to date of delivery for each \$100 principal amount thereof.

The above Certificates of Indebtedness are to be legal, valid and binding, general obligations of the State of Maryland, the State agreeing to furnish the opinion of the Attorney-General of Maryland, and the opinion of Messrs. Ritchie, Janney, Ober & Williams, and Mullikin Stockbridge & Waters, showing same prior to delivery.

We enclose our certified check for \$75,000 which covers your requirement.

Yours very truly,

ALEX. BROWN & SONS
 THE CHASE NATIONAL BANK
 SALOMON BROS. & HUTZLER
 L. F. ROTHSCHILD & CO.
 F. S. MOSELEY & CO.

By : s. Alex. Brown & Sons

BROWN HARRIMAN & CO

Sixty Three Wall St.

New York

May 27th, 1936.

Hon. Hooper S. Miles, Treasurer,
State of Maryland,
Annapolis, Maryland.

Dear Sir:

For all but no part of
\$1,500,000.00 STATE OF MARYLAND 3% Certificates of Indebtedness
"Emergency Reconstruction Bond Issue of 1936"
Dated June 1, 1936
Maturing without option of prior payment June 1, as follows:

<u>Series</u>	<u>Amounts</u>	<u>Maturities</u>
"A"	\$87,000.00	1939
"B"	91,000.00	1940
"C"	96,000.00	1941
"D"	100,000.00	1942
"E"	104,000.00	1943
"F"	109,000.00	1944
"G"	114,000.00	1945
"H"	119,000.00	1946
"I"	124,000.00	1947
"J"	130,000.00	1948
"K"	136,000.00	1949
"L"	142,000.00	1950
"M"	148,000.00	1951

Coupon Certificates \$1,000 denomination, registerable as to principal only

Principal and semi-annual interest payable in Baltimore, Maryland.
Exempt from Federal income tax and from State, County and Municipal taxation in Maryland.

We will pay 109.2399 % and accrued interest to date of delivery which is equivalent to par and accrued interest plus a premium of \$138,598.50

This bid is made with the understanding that prior to the delivery of the certificates to us we will be furnished with a duplicate original copy of the unqualified opinion of the Attorney General of the State of Maryland and of Ritchie, Jamney, Ober & Williams, and Mullikin, Stockbridge & Waters, to the effect that these Certificates of Indebtedness are legal and binding obligations of the State of Maryland, payable principal and interest from unlimited taxes against all the taxable property within the State.

In accordance with the Notice of Sale and our bid, we enclose certified check for \$75,000. being 5% of the par value of the amount of certificates bid for, and would appreciate your returning this check should the certificates not be awarded to us.

Yours very truly,

BROWN HARRIMAN & CO. INCORPORATED
FIRST BOSTON CORPORATION
HARRIS TRUST & SAVINGS BANK

BY:

BROWN HARRIMAN & CO. INCORPORATED

/s/ H. C. Sylvester, Jr.,
Vice President.

LHA:CTW
enc.

BANKERS TRUST COMPANY
16 Wall Street
New York

May 25th, 1936.

The Honorable Hooper S. Miles, Treasurer,
State of Maryland,
Annapolis, Maryland.

Sir:

For all but no part of the following described, legally issued, properly executed direct general obligations of the State of Maryland, namely, \$1,500,000 "Emergency Reconstruction Bond Issue of 1936" Certificates of Indebtedness, to bear interest at the rate of three per centum (3%) per annum, to be dated June 1, 1936, to mature June 1 each year:

\$87,000	Series A	1936	\$114,000	Series G	1945
91,000	Series B	1940	119,000	Series H	1946
96,000	Series C	1941	124,000	Series I	1947
100,000	Series D	1942	130,000	Series J	1948
104,000	Series E	1943	136,000	Series K	1949
109,000	Series F	1944	142,000	Series L	1950
			148,000	Series M	1951

without option of prior payment, to be in coupon form in the denomination of \$1,000, registerable as to principal only, principal and semi-annual interest (June 1 and December 1), payable in Baltimore, Maryland, and as further described in official notice of sale signed, Harry W. Nice, Governor, William S. Gordy, Jr., Comptroller of the Treasury, and Hooper S. Miles, Treasurer,

We will pay the sum of \$1,635,855. or \$109.057 for each \$100 par value of certificates and accrued interest from date of certificates to date of delivery to us.

This bid is made subject to our being furnished without expense to us, at time of or prior to the delivery of these certificates, legal opinions of the Attorney General of the State of Maryland; Ritchie, Janney, Ober & Williams and Mullikin, Stockbridge & Waters, approving the validity of the certificates.

As evidence of our good faith in bidding, we enclose certified check in the amount of \$75,000 payable to the order of "The Treasurer of Maryland". If this proposal is accepted, this check is to be retained as part payment for the above mentioned \$1,500,000 Certificates of Indebtedness; otherwise, it is to be returned immediately to our representative.

This bid is for immediate acceptance.

Yours very truly,

BANKERS TRUST COMPANY
FIELD GLORE & COMPANY
J. & W. SELIGMAN & COMPANY
ROBERT GARRETT & SONS
G.M.P. MURPHY & COMPANY
STROTHER, BROGDEN & COMPANY

BY Robert Garrett & Sons

/s/ Robt. Garrett & Sons

HALSEY, STUART & CO.

35 Wall Street,
New York, N.Y.
May 27, 1936.

Hon. Hooper S. Miles, Treasurer,
State of Maryland,
Annapolis, Maryland.

Dear Sir:-

For All or None of One Million Five Hundred Thousand Dollars (\$1,500,000) STATE OF MARYLAND 3% CERTIFICATES OF INDEBTEDNESS known as "Emergency Bond Issue of 1936", selling Wednesday, May 27, 1936 at 1 P.M. Daylight Saving Time, which Certificates are to be legal and valid binding obligations of the State, to be issued in coupon form in the denomination of \$1,000 registerable as to principal only, principal and semi-annual interest, June 1 and December 1, payable in Baltimore, the Certificates to be dated June 1, 1936 and to mature June 1 according to the following schedule:

\$87,000 due 1939	\$119,000 due 1946
91,000 1940	124,000 1947
96,000 1941	130,000 1948
100,000 1942	136,000 1949
104,000 1943	142,000, 1950
109,000 1944	148,000 1951
114,000 1945	

and in all other respects as set forth in the official notice of sale, we will bid Par and accrued interest to date of delivery plus a premium of \$135,570.00

It is understood that the Certificates will be delivered to us accompanied by the unqualified approving opinion of the Attorney General of the State of Maryland and the opinions of Messrs. Ritchie, Janney, Ober & Williams and Mullikin, Stockbridge & Waters whose opinions will be furnished by the State.

We are enclosing herewith our good faith check in the amount of \$75,000 to be held by you pending the fulfillment of our contract if we are the successful bidder. If our bid is not successful, please return our check immediately.

Respectfully submitted,

HALSEY, STUART & CO. INC.
BANCAMERICA-BLAIR CORPORATION
LADENBURG, THALMANN & CO.
HEMPHILL, NOYES & CO.
ADAMS, MC ENTREE & CO., Inc.
B. J. VAN INGEN & CO. INC.
SHIELDS & COMPANY
STERN BROTHERS & CO
W. W. LANAHAN & CO.

enclosure

By /s/ W. W. Lanahan & Co.

DICK & MERLE-SMITH

30 Pine Street

New York

May 26, 1936.

Hon. Hooper S. Miles, Treasurer,
State of Maryland,
Annapolis, Maryland.

Dear Sir:-

For the

\$1,500,000 STATE OF MARYLAND
Coupon or Registered 3%
Emergency Reconstruction Bonds
Dated June 1, 1936
Maturing June 1, as follows:

\$87,000	in 1939
91,000	1940
96,000	1941
100,000	1942
104,000	1943
109,000	1944
114,000	1945
119,000	1946
124,000	1947
130,000	1948
136,000	1949
142,000	1950
148,000	1951

we will pay you 108.564 % and accrued interest to date of delivery for bonds bearing interest at the rate of 3% per annum.

This bid is made with the understanding that these bonds are legal and binding obligations on all of the taxable property in the State of Maryland, payable from taxes to be levied without limitation as to rate or amount; and also that we are to be furnished, without charge at the time of delivery and payment for the bonds, with the approving legal opinion of the Attorney-General of Maryland and the opinions of Messrs. Ritchie, Janney, Ober & Williams, and Mullikin, Stockbridge & Waters.

As evidence of good faith, we enclose herewith check for \$75,000., which is to be returned forthwith to our representative if we are not the successful bidders; otherwise to be retained as and for liquidated damages in the event we fail to take up the bonds in accordance with the terms of this proposal.

Respectfully submitted,

DICK & MERLE-SMITH

By /s/ Miller Gaffney

JWC

FWR/DVC
enc.

For the account of:

Dick & Merle-Smith
Graham, Parsons & Co.
Manufacturers & Traders Trust Co., Buffalo
Bacon, Stevenson & Co.

Stifel, Nicolaus & Co. Inc., Chicago
 Newton, Abbe & Co., Boston
 Jenkins, Whedbee & Poe, Baltimore

Chemical Bank & Trust Company
 165 Broadway,
 New York.

May 26, 1936.

Mr. Hooper S. Miles, Treasurer
 State of Maryland
 Annapolis, Maryland.

Dear Sir:

For all or none of the following described, legally issued,
 properly executed, general obligations of the State of Maryland, namely,

\$1,500,000 3% CERTIFICATES OF INDEBTEDNESS KNOWN AS
 "EMERGENCY RECONSTRUCTION BOND ISSUE OF 1936"
 Dated June 1, 1936

<u>Series</u>	<u>Amount</u>	<u>Maturities</u>
A	\$87,000	June 1, 1939
B	91,000	June 1, 1940
C	96,000	June 1, 1941
D	100,000	June 1, 1942
E	104,000	June 1, 1943
F	109,000	June 1, 1944
G	114,000	June 1, 1945
H	119,000	June 1, 1946
I	124,000	June 1, 1947
J	130,000	June 1, 1948
K	136,000	June 1, 1949
L	142,000	June 1, 1950
M	148,000	June 1, 1951

to be in coupon form, in denomination of \$1,000, subject to registration as to principal; principal and semi-annual interest (June 1st and December 1st) payable in Baltimore, Maryland, in lawful money; the successful bidder to be furnished with the unqualified approving opinions of the Attorney General of the State of Maryland, Messrs. Ritchie, Janney, Ober & Williams and Messrs. Mullikin, Stockbridge & Waters, to the effect that these certificates of indebtedness are general obligations of the State of Maryland for which the full faith and credit of the State are pledged, all as set forth in the notice of sale attached hereto and made a part of this bid;

We will pay par(\$1,500,000) and accrued interest to delivery date, plus a premium of \$124,635/

As evidence of our good faith we are attaching hereto certified check for \$75,000 to the order of "Treasurer of Maryland", being the 5% deposit required; these funds to be retained by you as part payment of the purchase price in the event we are the successful bidder, otherwise to be returned forthwith.

Yours very truly,

CHEMICAL BANK & TRUST COMPANY
ESTABROOK & CO.
KEAN, TAYLOR & CO.
R. L. DAY & CO.
E. H. ROLLINS & SONS
CAMPBELL, PHELPS & CO. INC
DOUGHERTY, CORKRAN & CO

By CHEMICAL BANK & TRUST COMPANY

/s/ E. C. Williams

Assistant Vice President.

ECW:MJ
encls.

Award

Upon motion duly made, seconded and carried, it was unanimously agreed to accept the bid of Union Trust Company of Maryland and associates of \$109.7899 and award the bonds to those bidders.

The following letter dated May 25th, 1936, from Clyde N and Nelson Friz, Architects, to Mr. Wm. H. Blakeman, was read and considered -

CLYDE N. FRIZ
NELSON FRIZ
ARCHITECTS

2010 Lexington Bldg

Baltimore, Md.

May 25th, 1936.

Mr. W. H. Blakeman,
2411 North Charles Street,
Baltimore, Maryland.

My dear Mr. Blakeman:

In Re: Executive Mansion.

It has developed that The Price Construction Company prefers not to start the floor work until John C. Knipp Company finishes the painting and papering. We will, however, proceed at an early date with the mastic tile flooring, which is under The Price Construction Company's contract and the screens are already ordered. We are urging The Knipp Company to begin operations at once and hope to have a good force on the job Wednesday morning. Nearly all of the work of The Knipp Company is finished on the second floor, except the papering, and at least half of the papering is done on the third floor. We propose to get these two floors in condition that The Price Construction Company can start at the top of the building with the floor scraping and follow closely The Knipp Company.

We will report from time to time regarding the condition of the building.

Very truly yours,

/s/ Clyde N. Friz

Clyde N. and
Nelson Friz.

CNF:EM

The Board approved the procedure recommended by Mr. Friz.

The following letter from General Milton A. Reckord, dated May 15th, 1936 to Mr. Wm. H. Blakeman, was read and considered -

STATE OF MARYLAND
Military Department
Annapolis

General Offices,
Fifth Regiment Armory
Baltimore, May 15, 1935

Honorable William H. Blakeman,
State Budget Director,
State of Maryland,
2411 N. Charles St.,
Baltimore, Maryland.

My dear Mr. Blakeman:-

Pursuant to order received personally from His Excellency, The Governor, I proceeded to the flooded area in Western Maryland last winter and assumed duties as Chairman of the Governor's Commission on control and emergency relief then required in the area.

On Tuesday, 12th instant, I advised the Governor I had a number of bills for payment in connection with the troops ordered for duty in the area, and the Governor requested that I send you the enclosed summary of such expense, amounting to \$3,000.79.

I am without funds at present to make prompt payment of the accounts shown on the enclosed summary, and I, therefore, ask that you be good enough to arrange with the Comptroller for a check in the amount shown, and that the check be sent to me as early as possible.

If you desire, the payrolls and statements covering the several items in my summary, are available for your inspection in my Department at Annapolis.

see page
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for summary

Very truly yours,

/s/ Milton A. Reckord,
Major General,
Maryland National Guard

The Board was of the opinion that this bill would be a proper item payable out of receipts from the sale of bonds of the Emergency Reconstruction Bond Issue of 1936, and accordingly authorized the payment.

The following letter dated May 23rd, 1936, from Spring Grove State Hospital, was read and considered -

SPRING GROVE STATE HOSPITAL

Catonsville, Md.

May 23rd, 1936.

Mr. Joseph O. McCusker, Secretary,
Board of Public Works,
Annapolis, Maryland.

Dear Mr. McCusker:

Your letter of May 18th, notifying us that the Board of Public Works has approved the expenditure of \$8,500.00 for repairs to the various buildings at this Hospital, has been received.

You state in your letter that the appropriation of the amount will be made out of the money to be received by the State from the Government when the construction work at this Institution is completed.

In view of the urgency of these repairs, and in order to take advantage of the favorable weather of the summer months, we ask the authority of the Board of Public Works to proceed with the work at once on the following plan:

Your Board to authorize the purchase of the material through the regular channels, to be paid for out of the General Repairs Item of our 1937 Appropriation in October, 1936, this Item to be reimbursed by the Board of Public Works when the Federal grant is received at the completion of our construction project.

Very truly yours,

G. Herbert Rice,

Secretary.

The Board approved the procedure outlined in the letter of Spring Grove State Hospital for the purchasing of materials through the regular channels to be paid for out of the General Repairs Item of their 1937 Appropriation in October, 1936, and the reimbursement of that Budget Item out of funds to be received from the Federal Government in connection with the grant on work at Spring Grove State Hospital.

The following letter from Henry Powell Hopkins, Architect, dated May 26th, 1936, was read and considered -

May 26th, 1936.

HENRY POWELL HOPKINS
Architect
10 E. Mulberry St.
Baltimore
Md.

Honorable William S. Gordy, Comptroller,
Comptroller's Office,
Annapolis, Maryland.

Re: Eastern Shore State Hospital
Cambridge, Maryland.
St. File No. 1023.

Dear Mr. Gordy:

The Eastern Shore State Hospital's
buildings are badly in need of repairs. The Board of Managers had me prepare specifications covering the minimum necessary needs to put the existing buildings in proper condition. After going into this matter in detail and securing an estimate from the Cambridge Brick Company who are now building the new building at the Eastern Shore State Hospital, the Board of Managers respectfully requests the Board of Public Works' permission to expend the sum of \$21,958.85 for these greatly needed repairs.

Enclosed is a copy of an estimate I have received from the Cambridge Brick Company showing an itemized accounting of the expenditures, all based upon the drawing and specifications, also herewith attached.

I trust the Board of Public Works will give this matter their attention as early as possible so that the work may be done during the near future.

Respectfully yours,

/s/ Henry Powell Hopkins
Architect

HPH:MKM

Enclosure

c.c. - Dr. Chas J. Carey, Supt.

In view of a statement showing that there would be only \$13,590.17 left in the grant account because of allocations heretofore made out of the money the State will receive as grants from the Federal Government in connection with the work at Spring Grove State Hospital and the Eastern Shore State Hospital, the Board was unable to approve the recommendations of the Eastern Shore State Hospital Board and the Architect that \$21,958.85 be spent on repairs and improvements at the Eastern Shore State Hospital.

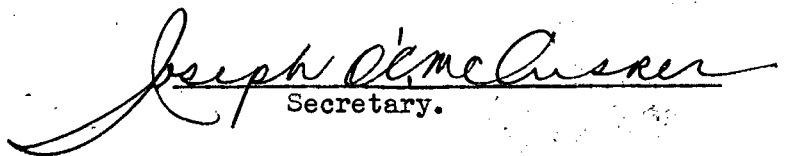
The Secretary was authorized to write Mr. Hopkins and advise him that the Board would be willing to make available out of the grant money when it is received the sum of \$10,000. for repairs at the Institution, and that the Hospital Board and the Architect should resubmit a proposal covering the work to be done limited to the amount of \$10,000, which it is possible to have available later.

Mr. Blakeman took up with the Board the matter of allotting to Rosewood State Training School the sum of \$648.00 for the installation of a steam meter in connection with the work underway at the present time in connection with their power plant and heating equipment.

The Board approved the recommendation of Mr. Blakeman, and authorized the transfer of \$648.00 from the 1936 Reserve Fund to the Construction account of Rosewood State Training School.

The Secretary brought to the attention of the Board that the work done on the Court of Appeals Building last year exceeded the amount available to the extent of \$3,810.41. The Board authorized the transfer of that amount from the 1936 Reserve Fund to the Construction Account out of which the work was done.

There being no further business the meeting adjourned.


Secretary.